

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2007

	January-07				December-06				September-06				Current	Prior Year	3 Years	5 Years
	Allocation		Month		Allocation		Quarter		Allocation		Quarter		FYTD	FY06	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2006	6/30/2006
LARGE CAP DOMESTIC EQUITY																
Structured Growth																
Los Angeles Capital	172,312	4.2%	4.2%	3.46%	165,348	4.1%	4.2%	7.40%	157,718	4.0%	4.2%	1.60%	12.89%	11.12%	N/A	N/A
Total Structured Growth	172,312	4.2%	4.2%	3.46%	165,348	4.1%	4.2%	7.40%	157,718	4.0%	4.2%	1.60%	12.89%	11.12%	N/A	N/A
Russell 1000 Growth				2.57%				5.93%				3.94%	12.93%	6.12%	N/A	N/A
Structured Value																
LSV	171,931	4.2%	4.2%	2.07%	183,021	4.5%	4.2%	8.09%	173,783	4.4%	4.2%	4.90%	15.74%	15.05%	N/A	N/A
Russell 1000 Value				1.28%				8.00%				6.22%	16.19%	12.10%	N/A	N/A
Russell 1000 Enhanced Index																
LA Capital	339,025	8.3%	8.3%	1.68%	346,808	8.5%	8.3%	7.67%	314,595	8.0%	8.3%	3.71%	13.54%	11.58%	N/A	N/A
Russell 1000				1.93%				6.95%				5.06%	14.53%	9.08%	N/A	N/A
S&P 500 Enhanced Index																
Westridge	357,401	8.7%	8.3%	1.55%	349,431	8.6%	8.3%	6.86%	335,928	8.6%	8.3%	5.75%	14.75%	8.77%	N/A	N/A
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	N/A	N/A
Index																
State Street	111,491			1.97%	122,815			8.03%	116,697			5.78%	16.53%	9.51%	N/A	N/A
Total 130/30	111,491	2.7%	2.8%	1.97%	122,815	3.0%	2.8%	8.03%	116,697	3.0%	2.8%	5.78%	16.53%	9.51%	N/A	N/A
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	1,152,159	28.1%	27.8%	1.98%	1,167,422	28.7%	27.8%	7.50%	1,098,721	28.1%	27.8%	4.49%	14.55%	10.95%	N/A	N/A
S&P 500				1.51%				6.70%				5.67%	14.45%	8.63%	N/A	N/A
SMALL CAP DOMESTIC EQUITY																
Manager-of-Managers																
SEI	383,357	9.4%	9.3%	1.65%	394,040	9.7%	9.3%	8.82%	361,694	9.2%	9.3%	-0.01%	10.61%	13.58%	N/A	N/A
Russell 2000 + 200bp				1.84%				9.43%				0.94%	12.50%	16.86%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	383,357	9.4%	9.3%	1.65%	394,040	9.7%	9.3%	8.82%	361,694	9.2%	9.3%	-0.01%	10.61%	13.58%	N/A	N/A
Russell 2000				1.67%				8.90%				0.44%	11.21%	14.58%	N/A	N/A
DOMESTIC FIXED INCOME																
Core Bond																
Western Asset	750,466	18.3%	18.3%	-0.10%	827,837	20.4%	20.7%	2.01%	806,190	20.6%	20.7%	4.45%	6.45%	-0.90%	N/A	N/A
Lehman Aggregate				-0.04%				1.24%				3.81%	5.05%	-0.81%	N/A	N/A
Mortgage Backed																
Hyperion	196,926	4.8%	4.8%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)																
Core Plus/Enhanced																
Clifton Group	193,447	4.7%	4.8%	-0.16%	188,401	4.6%	4.8%	0.66%	185,957	4.8%	4.8%	N/A	N/A	N/A	N/A	N/A
Prudential	194,189	4.7%	4.8%	0.05%	188,662	4.6%	4.8%	1.88%	183,881	4.7%	4.8%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	387,636	9.5%	9.6%	-0.06%	377,063	9.3%	9.6%	1.27%	369,837	9.5%	9.6%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				-0.04%				1.24%				3.81%				
Index																
Bank of ND	357,596	8.7%	9.0%	-0.12%	348,252	8.6%	9.0%	1.31%	354,587	9.1%	9.0%	3.10%	4.34%	-1.14%	N/A	N/A
Lehman Gov/Credit (1)				-0.08%				1.04%				3.91%	4.90%	-1.52%	1.04%	4.78%
BBB Average Quality																
Wells Capital (formerly Strong)	749,925	18.3%	18.3%	0.13%	825,474	20.3%	20.7%	1.75%	805,972	20.6%	20.7%	4.60%	6.57%	-2.11%	N/A	N/A
Lehman US Credit BAA				0.12%				1.49%				4.80%	6.48%	-2.37%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	2,442,549	59.6%	60.0%	-0.01%	2,378,625	58.5%	60.0%	1.70%	2,336,586	59.7%	60.0%	4.28%	6.05%	-1.39%	N/A	N/A
Lehman Aggregate (2)				-0.04%				1.24%				3.81%	5.05%	-0.81%	N/A	N/A
CASH EQUIVALENTS																
Bank of ND	119,596	2.9%	3.0%	0.45%	127,751	3.1%	3.0%	1.32%	115,196	2.9%	3.0%	1.35%	3.14%	4.50%	N/A	N/A
90 Day T-Bill				0.41%				1.26%				1.33%	3.02%	4.00%	N/A	N/A
TOTAL RISK MANAGEMENT FUND	4,097,661	100.0%	100.0%	0.74%	4,067,838	100.0%	100.0%	3.98%	3,912,197	100.0%	100.0%	3.87%	8.80%	3.25%	N/A	N/A
POLICY TARGET BENCHMARK				0.56%				3.44%				3.94%	8.12%	3.37%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.